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**FISCAL IMPACT STATEMENT**

**LS 7270**

**BILL NUMBER:** HB 1387

**NOTE PREPARED:** Jan 10, 2004

**BILL AMENDED:**

**SUBJECT:** Advertising of tax rates.

**FIRST AUTHOR:** Rep. Saunders

**FIRST SPONSOR:**

**BILL STATUS:** As Introduced

**FUNDS AFFECTED:**     **GENERAL**  
                              **DEDICATED**  
                              **FEDERAL**

**IMPACT:** Local

**Summary of Legislation:** This bill requires the notice advertising a political subdivision's proposed budgets and tax levies to include the current and estimated tax rates of each fund.

**Effective Date:** Upon passage.

**Explanation of State Expenditures:**

**Explanation of State Revenues:**

**Explanation of Local Expenditures:** Under current law, a political subdivision must formulate an estimated budget, proposed tax rate, and tax levy. The political subdivision must give notice by publication to taxpayers of the estimated budget; the estimated maximum permissible levy; the current and proposed tax levies of each fund; and the amounts of excessive levy appeals to be requested.

The proposal requires that, in addition to the above, the political subdivision must also include the current and estimated tax rates of each fund. This provision could increase administrative expenses for political subdivisions. The impact is expected to be minimal.

**Explanation of Local Revenues:**

**State Agencies Affected:**

**Local Agencies Affected:** Political subdivisions.

**Information Sources:**

**Fiscal Analyst:** Bernadette Bartlett, 317-232-9586.